## UNITED STATES DISTRICT COURT NORTHERN DISTRICT OF ILLINOIS EASTERN DIVISION

YAODI HU,	)
Plaintiff,	) Case No. 08 CV 1032
v.	) Judge Holderman ) Magistrate Judge Cox
PEARL RIVER PIANO, USA, AL RICH and BOB SAARI,	) Defendant Demands Trial by Jury
Defendants.	)

### ANSWER TO COMPLAINT AND AFFIRMATIVE DEFENSES

Now Comes the Defendant BOB SAARI, by and through his attorneys, KELLY & KING, P.C., and for his Answer and Affirmative Defenses to the Plaintiff's Complaint states as follows:

1. Defendant BOB SAARI lacks sufficient knowledge or information to admit or deny whether YAODI HU is doing business as Illiana Piano and, therefore, denies said allegation. Defendant BOB SAARI admits that Plaintiff has filed a Complaint. Defendant denies each and every remaining allegation in paragraph 1 of Plaintiff's Complaint.

#### "Parties"

- 2. Defendant BOB SAARI lacks sufficient knowledge or information to admit or deny the allegations contained in Paragraph 2 of Plaintiff's Complaint and, therefore, denies said allegations.
- 3. Defendant BOB SAARI admits that PEARL RIVER'S parent company has a factory in China that manufactures by volume the largest amount of pianos in the world. BOB SAARI further admits that it has corporate offices in California and that it distributes PEARL

RIVER pianos in the United States. Defendant BOB SAARI denies each and every remaining allegation contained in Paragraph 3 of Plaintiff's Complaint.

- 4. Defendant BOB SAARI denies that Illiana Piano was granted a dealership contract with PEARL RIVER around 2000. Defendant BOB SAARI admits that he worked as an independent sales contractor and that Al Rich was a CEO of PEARL RIVER at a time after 2000.
- 5. Defendant BOB SAARI admits that he was an independent sales contractor.

  Defendant BOB SAARI denies each and every remaining allegation contained in Paragraph 5 of the Complaint.

### "Jurisdiction"

- 6. Defendant BOB SAARI admits to the existence of the statutory section cited in Paragraph 6 of the Complaint but denies that said section is applicable to this case as alleged by Plaintiff.
- 7. Defendant BOB SAARI admits to the existence of the statutory section cited in Paragraph 7 of the Complaint but denies that said section is applicable to this case as alleged by Plaintiff.
- 8. Defendant BOB SAARI admits to the existence of the statutory section cited in Paragraph 8 of the Complaint but denies that said section is applicable to this case as alleged by Plaintiff.
- 9. Defendant BOB SAARI admits to the existence of the statutory section cited in Paragraph 9 of the Complaint but denies that said section is applicable to this case as alleged by Plaintiff.

- 10. Defendant BOB SAARI admits to the existence of the statutory section cited in Paragraph 10 of the Complaint but denies that said section is applicable to this case as alleged by Plaintiff.
- 11. Defendant BOB SAARI admits to the existence of the statutory section cited in Paragraph 11 of the Complaint but denies that said section is applicable to this case as alleged by Plaintiff.

### "Venue"

- 12. Defendant BOB SAARI admits that venue is proper but denies each and every remaining allegation contained in Paragraph 12 of Plaintiff's Complaint.
- 13. Defendant BOB SAARI admits that venue is proper but denies each and every remaining allegation contained in Paragraph 13 of Plaintiff's Complaint.

### "Statement of the Facts"

- 14. Defendant BOB SAARI lacks sufficient knowledge or information to admit or deny the allegations contained in Paragraph 14 of Plaintiff's Complaint and, therefore, denies said allegations.
- 15. Defendant BOB SAARI admits that he visited a location in Danville, Illinois in 2002 and that Plaintiff bought several pianos in 2002 as his first order. Defendant BOB SAARI denies each and every remaining allegation contained in Paragraph 15 of Plaintiff's Complaint.
- 16. Defendant BOB SAARI admits that Al Rich had involvement with respect to Plaintiff's purchases of pianos at a certain point in time but denies each and every remaining allegation contained in Paragraph 16 of Plaintiff's Complaint.
- 17. Defendant BOB SAARI lacks sufficient knowledge or information to admit or deny whether most piano dealers in the Chicagoland area and the United States are white males

allegation contained in Paragraph 17 of Plaintiff's Complaint.

18. Defendant BOB SAARI admits that Plaintiff paid cash in advance or C.O.D. for his orders of pianos in 2002 and 2003. Defendant denies each and every other remaining allegation contained in Paragraph 18 of Plaintiff's Complaint.

and, therefore, denies said allegations. Defendant BOB SAARI denies each and every remaining

- 19. Defendant BOB SAARI admits that Plaintiff bought PEARL RIVER pianos in 2002 and 2003. Defendant BOB SAARI lacks sufficient knowledge or information to admit or deny the remaining allegations contained in Paragraph 19 of Plaintiff's Complaint and, therefore, denies said allegations.
- 20. Defendant BOB SAARI lacks sufficient knowledge or information to admit or deny the allegations contained in Paragraph 20 of Plaintiff's Complaint and, therefore, denies said allegations.
- 21. Defendant BOB SAARI admits that in October of 2002, he indicated <u>inter alia</u> to Plaintiff that his territory would include the Chinese community in the Chicagoland area subject to Plaintiff complying with certain purchasing and other conditions. Defendant BOB SAARI denies each and every remaining allegation contained in Paragraph 21 of Plaintiff's Complaint.
- Defendant BOB SAARI denies each and every allegation contained in Paragraphof Plaintiff's Complaint.
- 23. Defendant BOB SAARI lacks sufficient knowledge or information to admit or deny the allegations contained in Paragraph 23 of Plaintiff's Complaint as to whether Plaintiff had several conversations with Angelo and visited Angelo's store and, therefore, denies said allegations. BOB SAARI denies each and every remaining allegation contained in Paragraph 23 of Plaintiff's Complaint.

## "Count I - Claim Under 42 U.S.C. § 1981"

- 24. Defendant BOB SAARI admits based on information and belief that Plaintiff is an "Ethnic Chinese" man. Defendant BOB SAARI denies each and every remaining allegation contained in Paragraph 24 of Plaintiff's Complaint.
- 25. Defendant BOB SAARI lacks sufficient knowledge or information to admit or deny the allegations contained in Paragraph 25 of Plaintiff's Complaint as to whether Plaintiff had conversations with a Chinese employee in PEARL RIVER and as to any answer Plaintiff received and, therefore, denies said allegations. Defendant BOB SAARI denies each and every remaining allegation contained in Paragraph 25 of the Plaintiff's Complaint.
- 26. Defendant BOB SAARI admits that Plaintiff paid cash in advance or C.O.D. for his orders of pianos in 2002 and 2003. Defendant BOB SAARI denies each and every remaining allegation contained in Paragraph 26 of Plaintiff's Complaint.
- 27. Defendant BOB SAARI denies each and every allegation contained in Paragraph27 of Plaintiff's Complaint.

### "Count II - Claim Under Sherman Act 15 U.S.C. 1"

- 28. Defendant BOB SAARI admits to the existence of 15 U.S.C. § 1 but states that said Act speaks for itself as to its terms and effective dates. Defendant denies that said Act provides any support for Plaintiff's claim under Count II.
- 29. Defendant BOB SAARI admits to the existence of the cases cited in Paragraph 29 but states that said cases speak for themselves as to their findings and legal conclusions.
  Defendant denies that said cases provide any support for Plaintiff's claim under Count II.
- 30. Defendant BOB SAARI admits to the existence of the case cited in Paragraph 30 but states that said case speaks for itself as to its findings and legal conclusions. Defendant

denies that said case provides any support for Plaintiff's claim under Count II. Defendant BOB SAARI denies each and every remaining allegation contained in Paragraph 30 of Plaintiff's Complaint.

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- 31. Defendant BOB SAARI admits to the existence of the cases cited in Paragraph 31 but states that said cases speaks for themselves as to their findings and legal conclusions.

  Defendant denies that said cases provide any support for Plaintiff's claim under Count II.

  Defendant BOB SAARI lacks sufficient knowledge or information to admit or deny whether HU carried only a PEARL RIVER brand of pianos or whether HU was informed of other dealership arrangements and, therefore, denies said allegations. Defendant BOB SAARI denies each and every remaining allegation contained in Paragraph 31 of Plaintiff's Complaint.
- 32. Defendant BOB SAARI lacks sufficient knowledge or information to admit or deny whether Plaintiff had a conversation with "Angelo" and, therefore, denies said allegation. Defendant denies each and every remaining allegation contained in Paragraph 32 of Plaintiff's Complaint.
- 33. Defendant BOB SAARI admits to the existence of the case cited in Paragraph 33 but states that the case speaks for itself as to its findings and legal conclusions. Defendant BOB SAARI denies that said case provides any support for Plaintiff's claim under Count II.

### "Count III - Breach of Oral Contract"

34. Defendant BOB SAARI admits that in October of 2002, he indicated <u>inter alia</u> to Plaintiff that his territory would include the Chinese community in the Chicagoland area subject to Plaintiff complying with certain purchasing and other conditions. Defendant BOB SAARI denies each and every remaining allegation contained in Paragraph 34 of Plaintiff's Complaint.

- 35. Defendant BOB SAARI denies each and every allegation contained in Paragraph35 of Plaintiff's Complaint.
- 36. Defendant BOB SAARI denies each and every allegation contained in Paragraph 36 of Plaintiff's Complaint.
- 37. Defendant BOB SAARI denies each and every allegation contained in Paragraph37 of Plaintiff's Complaint.
- 38. Defendant BOB SAARI denies each and every allegation contained in Paragraph 38 of Plaintiff's Complaint.
- 39. Defendant BOB SAARI denies each and every allegation contained in Paragraph39 of Plaintiff's Complaint.
- 40. Defendant BOB SAARI denies each and every allegation contained in Paragraph 40 of Plaintiff's Complaint.
- 41. Defendant BOB SAARI lacks sufficient knowledge or information to admit or deny the allegations contained in Paragraph 41 of Plaintiff's Complaint and, therefore, denies said allegations.
- 42. Defendant BOB SAARI lacks sufficient knowledge or information to admit or deny the allegations contained in Paragraph 42 of Plaintiff's Complaint as to his lack of success in selling other brands of piano and therefore denies said allegations. Defendant BOB SAARI denies each and every remaining allegation contained in Paragraph 42 of the Plaintiff's Complaint.

### "Relief Sought by Plaintiff"

43. Defendant BOB SAARI denies that Plaintiff is entitled to the relief sought in Paragraph 43 of the Complaint or any other form of relief.

44. Defendant BOB SAARI denies that Plaintiff is entitled to the relief sought in Paragraph 44 of the Complaint or any other relief.

Wherefore, Defendant BOB SAARI requests Judgment in its favor and against the Plaintiff as to all counts. Defendant further requests attorneys fees pursuant to 42 U.S.C. 1988 and for whatever additional relief this Court deems just.

### **AFFIRMATIVE DEFENSES**

For its affirmative defenses to Plaintiff's Complaint, Defendant BOB SAARI states as follows:

- I. AFFIRMATIVE DEFENSE NUMBER ONE STATUTE OF LIMITATIONS (COUNT I)
- 1. Count I is barred by the applicable Statute of Limitations for alleged violations of 42 U.S.C. 1981.
- 2. Wherefore, Defendant BOB SAARI requests that Count I be dismissed with prejudice.
- II. AFFIRMATIVE DEFENSE NUMBER TWO STATUTE OF LIMITATIONS (COUNT II)
- 1. Count II is barred by the applicable Statute of Limitations for alleged violations of the Sherman Act. (15 U.S.C. § 1 and 15 b)
- 2. Wherefore, Defendant BOB SAARI requests that Count II be dismissed with prejudice.
- III. AFFIRMATIVE DEFENSE NUMBER THREE LACK OF SUBJECT MATTER JURISDICTION (COUNTS I, II, AND III)

- 1. No federal question is involved with the allegations contained in Counts I, II, and III and the Court thus lacks subject matter jurisdiction for the instant case.
- 2. Wherefore, Defendant BOB SAARI requests that Plaintiff's Complaint be dismissed with prejudice.

# IV. AFFIRMATIVE DEFENSE NUMBER FOUR - STATUTE OF FRAUDS (COUNT III)

- 1. Count III of Plaintiff's Complaint is barred by the Illinois Statute of Frauds (740 ILCS 80/1) which requires that a contract be in writing unless it is capable of being performed within one year.
- 2. Wherefore, Defendant BOB SAARI requests that Count III be dismissed with prejudice.

# V. AFFIRMATIVE DEFENSE NUMBER FIVE - FAILURE OF PLAINTIFF HU TO PERFORM UNDER THE ALLEGED CONTRACT (COUNTS I, II, AND III)

- 1. Plaintiff failed to perform his obligations under the alleged oral contract, including failing to purchase the amount of pianos he represented that he would buy in a year.
- 2. Wherefore, Defendant BOB SAARI requests that Count I, II, and III be dismissed with prejudice.

# VI. AFFIRMATIVE DEFENSE NUMBER SIX - ALLEGED CONTRACT TERMINABLE AT WILL (COUNT III)

1. The alleged oral contract between Plaintiff Hu and PEARL RIVER was terminable at will and any alleged termination of Plaintiff or cessation of business with Plaintiff was proper.

2. Wherefore, Defendant BOB SAARI requests that Count III be dismissed with prejudice.

# VII. AFFIRMATIVE DEFENSE NUMBER SEVEN - FAILURE TO STATE A CAUSE OF ACTION (COUNTS I, II, AND III)

- 1. Plaintiff's Complaint should be dismissed with prejudice in its entirety as each count fails to contain facts and allegations sufficient to state a cause of action.
- 2. Wherefore, Defendant BOB SAARI requests that Plaintiff's Complaint be dismissed with prejudice.

# VIII. AFFIRMATIVE DEFENSE NUMBER EIGHT - FAILURE TO STATE A CAUSE OF ACTION FOR PUNITIVE DAMAGES (COUNTS I, II, AND III)

- 1. Plaintiff's Complaint fails to contain facts and/or allegations sufficient to state a cause of action for punitive damages under any count.
- 2. Wherefore, Defendant BOB SAARI requests that Plaintiff's request for punitive damages be dismissed with prejudice.

# IX. AFFIRMATIVE DEFENSE NUMBER NINE - FRIVOLOUS, UNREASONABLE, AND GROUNDLESS ACTION FILED PURSUANT TO 42 U.S.C. 1981

- 1. The Plaintiff's claim pursuant to 42 U.S.C. 1981 in Count I is frivolous, unreasonable, groundless and/or brought in subjective bad faith.
- 2. Wherefore, Defendant BOB SAARI requests that he be awarded attorneys fees as a prevailing party in the instant case pursuant to 42 U.S.C. 1988.

Respectfully submitted,

s/ David L. King
One of the Attorneys for Defendants
PEARL RIVER PIANO GROUP AMERICA,
LTD., AL RICH and BOB SAARI

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### **PROOF OF SERVICE**

I, David L. King, attorney for Defendants PEARL RIVER PIANO GROUP AMERICA, LTD., AL RICH and BOB SAARI served a copy of the foregoing **ANSWER TO COMPLAINT AND AFFIRMATIVE DEFENSES** to:

Yaodi Hu 219 W. Cermak Chicago, IL 60616

electronically on August 25, 2008 at or before 5:00 p.m.

s/ David L. King
One of the Attorneys for Defendants
PEARL RIVER PIANO GROUP AMERICA,
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